

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 6854

BILL NUMBER: HB 1178

DATE PREPARED: Dec 23, 2000

BILL AMENDED:

SUBJECT: University Contracting Procedures.

FISCAL ANALYST: Chuck Mayfield

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FUNDS AFFECTED: X **GENERAL**
DEDICATED
FEDERAL

IMPACT: State

Summary of Legislation: This bill requires state educational institutions to analyze their purchasing, construction, and contracting practices relating to minority business enterprises, small business enterprises, and women's business enterprises. The bill requires each state educational institution to file a written report of the analysis with the Legislative Council.

Effective Date: July 1, 2001.

Explanation of State Expenditures: State institutions report that they have different capacities for providing the information needed to produce this report. Representatives of Vincennes, IVY Tech, and Ball State University report that they may need to contract with professionals that have accounting and software experience.

Purdue University reports that they would need to divert existing staff to complete these projects.

Both the University of Southern Indiana and Indiana State University report that they can track minority-owned businesses but not small businesses. To track the contracts made with small businesses, either university staff or contracted firms would need to examine and classify each vendor with which the Universities have contracted in the past to decide if these firms should be classified as either a small business or a business owned by women.

Indiana University reports that information on minority- and women-owned businesses is accessible. However, IU would need significant staff and computer time to identify small businesses with which Indiana University contracts.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: State Universities.

Local Agencies Affected:

Information Sources: Kevin Green, Purdue University; Bob Holmes, IVY Tech; Bob Stryzinski, Vincennes University; Ball State University; Cynthia Brinker, University of Southern Indiana; Marilyn Schultz, Indiana State University; Don Weaver, Indiana University.